

PURCHASING & LICENSING COMMITTEE

12-0466R

RESOLUTION INCREASING THE PURCHASE ORDER ISSUED TO
NORTHLAND CONSTRUCTORS OF DULUTH, LLC, FOR HOT MIX FINES
BY \$176,050.91 TO BE USED IN FLOOD PROJECTS, FOR A NEW
ANNUAL CONTRACT TOTAL OF \$697,550.91.

CITY PROPOSAL:


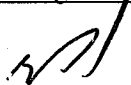
WHEREAS, the Duluth city council previously approved Resolution 12-0251R on May 29, 2012, authorizing an annual contract with Northland Constructors of Duluth, LLC, for the purchase of hot mix fines for street improvement projects in year 2012; thereafter, the purchasing division issued Purchase Order 12-0309 in the amount of \$521,500.00 to Northland Constructors.

WHEREAS, the city street maintenance division requires additional hot mix fines in the amount of \$176,050.91 to cover expenses for flood-related projects from the June storm disaster.

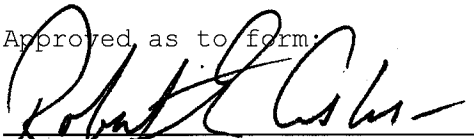
NOW, THEREFORE, BE IT RESOLVED that the proper city officials are hereby authorized to increase the purchase order issued to Northland Constructors of Duluth, LLC, by \$176,050.91 (\$164,726.00 plus \$11,324.91 sales tax) for a new annual contract total of \$697,550.91, payable as follows:

- (a) \$521,500.00 - General Fund 110, Dept./Agency 121 (Public Administration), Div. 1217 (Maintenance Operations), Cost Center 2140 (Street Maintenance), Obj. 5222 (Blacktop);
- (b) \$176,050.91 - Disaster Recovery Fund 225, Dept./Agency 125 (Finance), Div. 1803 (Roads and Bridges), Obj. 5222 (Blacktop), Project Flood-990.

Approved:


Department Director
Purchasing Agent 

Approved as to form:


Attorney

Approved for presentation to council:


Chief Administrative Officer

Approved:


Auditor

STATEMENT OF PURPOSE: This resolution authorizes an increase of \$176,050.91 to Northland Constructors of Duluth, LLC, for additional hot mix fines to be used in flood-related projects from the June 2012 storm disaster. This will increase the total annual contract amount to \$697,550.91.

The rate is based on the vendor's 2012 bid of \$46.00 per ton. The city council awarded the annual contract for hot mix fines to Northland Constructors of Duluth, LLC, in its approval of Resolution 12-0251R on May 29, 2012.

Requisitions 12-0309 and 12-0543